

MORRIS COUNTY, KANSAS  
STATUTORY BASIS FINANCIAL STATEMENTS  
Year Ended December 31, 2009

ALDRICH AND COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS  
COUNCIL GROVE, KANSAS

MORRIS COUNTY, KANSAS

STATUTORY BASIS FINANCIAL STATEMENTS

For the Year Ended December 31, 2009

Table of Contents

FINANCIAL SECTION

	<u>Statement</u>	<u>Page</u>
Independent Auditors' Report		1
Summary of Cash Receipts, Expenditures and Unencumbered Cash	1	2-3
Summary of Expenditures – Actual and Budget (Budgeted Funds Only)	2	4
Summary of Cash Receipts, Expenditures and Unencumbered Cash		
General	3-1	5
Special Revenue		
Road and Bridge	3-2	6
Noxious Weed	3-3	7
Employee Benefit	3-4	8
Hospital Maintenance	3-5	9
County Health	3-6	10
County Bridges and Approaches	3-7	11
Mental Health	3-8	12
Community College Tuition	3-9	13
Ambulance	3-10	14
Register of Deeds Technology Fund	3-11	15
Reappraisal	3-12	16
911	3-13	17
911 Wireless Fund	3-14	18
Capital Improvement Reserve	3-15	19
Equipment Reserve	3-16	20
Sheriff Drug Forfeiture	3-17	21
Debt Service		
Bond and Interest	3-18	22
Hospital Revenue Bond	3-19	23
Airport Road Loan	3-20	24
Enterprise Fund		
Solid Waste Disposal	3-21	25
Fiduciary Fund – Expendable Trust Funds		
Law Library	3-22	26
Prosecuting Attorney	3-22	26
Diversion	3-22	26
Child Attendant Care Facility	3-22	26
County Attorney Worthless Checks	3-22	26
Rural Water District No. 1	3-22	26
Treasurer's Special Auto	3-22	26
Agency Funds – Statement of Cash Receipts and Cash Disbursements	4	27

MORRIS COUNTY, KANSAS

STATUTORY BASIS FINANCIAL STATEMENTS

For the Year Ended December 31, 2009

Table of Contents

FINANCIAL SECTION

	<u>Statement</u>	<u>Page</u>
NOTES TO THE FINANCIAL STATEMENTS		28-37

SUPPLEMENTAL INFORMATION SCHEDULES

	<u>Schedule</u>	<u>Page</u>
General Fund Detailed Cash Receipts	A	38
General Fund Detailed Expenditures	B	39-41
Reconciled 2008 Tax Roll	C	42

## Independent Auditors' Report

Board of Commissioners  
Morris County, Kansas  
Council Grove, KS 66846

We have audited the accompanying primary government statutory basis financial statements of Morris County, Kansas as of and for the year ended December 31, 2009, as listed in the table of contents. These statutory basis financial statements are the responsibility of Morris County, Kansas and management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year partial comparative information has been derived from the County's 2008 financial statements and, in our report dated August 11, 2009, we expressed an unqualified opinion of the respective financial statements, taken as a whole, on the statutory basis of accounting.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the guidance in the Kansas Municipal Audit Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the County's primary government. The primary government financial statements referred to above do not include the financial data of component units of Morris County, Kansas, as of December 31, 2009. The effect on the financial statements of the omission of the component units, although not reasonably determinable, is presumed to be material.

As described more fully in Note 1, Morris County, Kansas has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the differences between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, is presumed to be material.

In our opinion, because of the omission of the component units as discussed above, and because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Morris County, Kansas, as of December 31, 2009, or the changes in its financial position, or where applicable, its cash flows for the year then ended.

In our opinion, the primary government statutory basis financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of Morris County, Kansas, as of December 31, 2009, and its cash receipts, expenditures, and budgetary results for the year then ended, taken as a whole, on the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the primary government statutory basis financial statements of Morris County, Kansas, taken as a whole. The information identified in the table of contents as supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole, on the basis of accounting described in Note 1.

ALDRICH AND COMPANY LLC  
CERTIFIED PUBLIC ACCOUNTANTS  
June 29, 2010

MORRIS COUNTY, KANSAS

Statement 1

Summary of Cash Receipts, Expenditures and Unencumbered Cash  
For the Year Ended December 31, 2009

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Government Funds						
General Fund	\$ 805,269	\$ 1,822,842	\$ 2,182,930	\$ 445,181	\$ 133,979	\$ 579,160
Special Revenue Funds:						
Road and Bridge	387,811	2,221,376	2,235,369	373,818	498,146	871,964
Noxious Weed	123,826	187,178	167,665	143,339	656	143,995
Employee Benefits	218,288	707,968	560,201	366,055	5,189	371,244
Hospital Maintenance	3,555	128,082	127,561	4,076	0	4,076
County Health	3,872	104,673	103,781	4,764	0	4,764
County Bridges and Approaches	70,760	70,656	104,019	37,397	7,900	45,297
Mental Health	2,916	46,901	47,375	2,442	0	2,442
Community College	0	0	0	0	0	0
Ambulance	6,822	137,370	135,781	8,411	0	8,411
Register of Deeds Technology Fund	30,609	8,202	1,984	36,827	0	36,827
Reappraisal	26,936	165,351	154,369	37,918	5,272	43,190
911 Fund	96,002	14,800	13,427	97,375	778	98,153
911 Wireless	43,151	11,661	7,432	47,380	609	47,989
Capital Improvement Reserve	258,864	160,000	0	418,864	0	418,864
Equipment Reserve	372,662	225,415	46,273	551,804	0	551,804
Sheriff Drug Forfeiture	5,194	0	0	5,194	0	5,194
Debt Service						
Bond and Interest	20,425	6,896	0	27,321	0	27,321
Hospital Revenue Bond	55,591	68,045	61,857	61,779	0	61,779
Airport Road Loan	0	0	0	0	0	0
Enterprise Funds						
Solid Waste Disposal	413,230	256,336	328,208	341,358	12,124	353,482
Fiduciary Funds						
Expendable Trusts						
Law Library	11,348	6,888	8,989	9,247	0	9,247
Prosecuting Attorney	2,076	906	578	2,404	0	2,404
Diversion	11,990	17,410	22,773	6,627	0	6,627
County Attorney Worthless Checks	377	30	0	407	0	407
Rural Water District No. 1	275	853,902	854,177	0	0	0
Treasurer's Special Auto	49,622	57,086	62,317	44,391	0	44,391
Total Reporting Entity (Excluding Agency Funds Statement 4)	<u>\$ 3,021,471</u>	<u>\$ 7,279,974</u>	<u>\$ 7,227,066</u>	<u>\$ 3,074,379</u>	<u>\$ 664,653</u>	<u>\$ 3,739,032</u>

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

Statement 1 (Cont.)

Summary of Cash Receipts, Expenditures and Unencumbered Cash  
For the Year Ended December 31, 2009

Composition of Cash Balance as of December 31, 2009

Cash on Hand	
County Treasurer	\$ 21,906
Demand Deposits	
Farmers & Drovers Bank - Treasurer	3,255,035
Farmers & Drovers Bank - District Court	18,813
Farmers & Drovers Bank - Law Library	9,247
Farmers & Drovers Bank - County Attorney	109
Farmers & Drovers Bank - Sheriff	3,355
Farmers & Drovers Bank - Solid Waste & Recycling	2,022
State of Kansas Pooled Money Investment Portfolio - Overnight Pool	3,500,122
Time Deposits	
Certificates of Deposit	
Farmers & Drovers Bank	900,000
Emprise Bank, Council Grove	100,000
Central Bank, White City	1,000,000
Total Cash Balance	8,810,609
Less: Agency Funds per Statement 4	5,071,577
Total Reporting Entity(Excluding Agency Funds)	<u>\$ 3,739,032</u>

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

Statement 2

Summary of Expenditures  
Actual and Budget  
For the Year Ended December 31, 2009

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
General Fund	\$ 2,282,006		\$ 2,282,006	\$ 2,182,930	\$ 99,076
Special Revenue Funds:					
Road and Bridge	2,106,600	328,888	2,435,488	2,235,369	200,119
Noxious Weed	175,250		175,250	167,665	7,585
Employee Benefits	674,400		674,400	560,201	114,199
Hospital Maintenance	127,561		127,561	127,561	0
County Health	103,781		103,781	103,781	0
County Bridges and Approaches	110,000		110,000	104,019	5,981
Mental Health	47,375		47,375	47,375	0
Community College	0		0	0	0
Ambulance	135,781		135,781	135,781	0
Reappraisal	169,000		169,000	154,369	14,631
911 Fund	93,500		93,500	13,427	80,073
911 Wireless	20,000	0	20,000	7,432	12,568
Debt Service					
Bond and Interest	0		0	0	0
Hospital Revenue Bond	61,834		61,834	61,857	(23)
Airport Road Loan	0		0	0	0
Proprietary Funds					
Solid Waste Disposal	314,668		314,668	328,208	(13,540)

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-1

General Fund  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 1,397,822	\$ 1,250,729	\$ 1,221,697	\$ 29,032
Intergovernmental	372,710	373,567	324,000	49,567
Licences and Fees	98,995	79,729	80,192	(463)
Use of Money and Property	133,282	32,057	113,825	(81,768)
Reimbursements	113,901	37,138	11,000	26,138
Transfer from Community College & Airport Road	81,534	0	0	0
Treasurer Special Auto Fees	48,587	49,622	20,000	29,622
Total Cash Receipts	<u>2,246,831</u>	<u>1,822,842</u>	<u>1,770,714</u>	<u>52,128</u>
Expenditures				
General Government				
County Commission	48,364	49,634	52,200	2,566
County Clerk	73,667	80,726	89,500	8,774
County Treasurer	93,655	95,967	89,250	(6,717)
County Attorney	93,476	101,052	101,675	623
Register of Deeds	54,588	61,588	68,300	6,712
Courthouse General	345,774	334,784	392,750	57,966
District Court	35,092	33,416	41,425	8,009
Election	37,195	31,422	45,500	14,078
Total General Government	<u>781,811</u>	<u>788,589</u>	<u>880,600</u>	<u>92,011</u>
Public Safety				
Dispatch	125,743	126,223	146,051	19,828
Sheriff	339,423	313,771	316,102	2,331
Jail	181,402	162,190	148,608	(13,582)
Emergency Preparedness	41,327	15,862	13,750	(2,112)
Juvenile Detention	26,973	30,134	35,000	4,866
Total Public Safety	<u>714,868</u>	<u>648,180</u>	<u>659,511</u>	<u>11,331</u>
Appropriations				
Fair Premium	4,000	4,000	4,000	0
Fair Buildings	22,500	22,500	22,500	0
Conservation District	18,500	19,000	19,000	0
Extension Council	102,642	102,642	102,642	0
Services of Elderly	61,874	63,781	63,781	0
Industrial Development	18,510	18,510	18,510	0
Tourism	14,500	14,500	14,500	0
Senior Care	0	0	3,149	3,149
Public Transportation	10,000	10,000	10,000	0
Historical Society	5,813	5,813	5,813	0
Rural Lakes Region	0	0	2,000	2,000
SOS Services Offering Safety	0	0	1,500	1,500
Kansas Legal Services	0	0	4,500	4,500
Total Appropriations	<u>258,339</u>	<u>260,746</u>	<u>271,895</u>	<u>11,149</u>
Operating Transfers				
Sales Tax to Road and Bridge	100,000	100,000	100,000	0
Capital Improvement	100,000	160,000	160,000	0
Equipment Reserve	139,454	225,415	210,000	(15,415)
Total Operating Transfers	<u>339,454</u>	<u>485,415</u>	<u>470,000</u>	<u>(15,415)</u>
Total Expenditures	<u>2,094,472</u>	<u>2,182,930</u>	<u>2,282,006</u>	<u>99,076</u>
Receipts Over (Under) Expenditures	152,359	(360,088)	<u>\$ (511,292)</u>	<u>\$ 151,204</u>
Unencumbered Cash, January 1	652,910	805,269		
Unencumbered Cash, December 31	<u>\$ 805,269</u>	<u>\$ 445,181</u>		

The notes to the financial statements are an integral part of this statement.



## MORRIS COUNTY, KANSAS

Statement 3-2

Road and Bridge Fund  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 1,119,837	\$ 1,220,321	\$ 1,224,989	\$ (4,668)
Delinquent Tax	13,144	15,279	0	15,279
Motor Vehicle Tax	101,834	115,129	116,791	(1,662)
Recreational Vehicle Tax	2,615	3,223	2,878	345
16/20M Vehicle Tax	7,071	8,246	9,109	(863)
State of Kansas - Special City and County Highway	323,397	285,362	335,900	(50,538)
State of Kansas - Equalization and Adjustment	7,553	11,977	7,622	4,355
Federal Entitlement	13,690	14,014	8,000	6,014
FEMA	120,810	269,087	0	269,087
Kansas Emergency Aid	16,108	35,878	0	35,878
Fuel reimbursements	72,663	35,976	40,000	(4,024)
DOT	2,994	45,000	0	45,000
Reimbursements	36,479	56,884	15,382	41,502
Sale of equipment	0	5,000	0	5,000
Transfer in General Sales Tax	100,000	100,000	100,000	0
Total Cash Receipts	<u>1,938,195</u>	<u>2,221,376</u>	<u>1,860,671</u>	<u>360,705</u>
Expenditures				
Personal Services	489,684	536,244	604,000	67,756
Commodities	1,296,629	1,522,710	1,299,200	(223,510)
Contractual Services	61,263	77,513	73,400	(4,113)
Capital Outlay	1,904	98,902	130,000	31,098
Adjustment for budget credits	0	0	328,888	328,888
Total Expenditures	<u>1,849,480</u>	<u>2,235,369</u>	<u>2,435,488</u>	<u>200,119</u>
Receipts Over (Under) Expenditures	88,715	(13,993)	<u>\$ (574,817)</u>	<u>\$ 560,824</u>
Unencumbered Cash, January 1	<u>299,096</u>	<u>387,811</u>		
Unencumbered Cash, December 31	<u>\$ 387,811</u>	<u>\$ 373,818</u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-3

Noxious Weed Fund  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 31,285	\$ 81,151	\$ 81,456	\$ (305)
Delinquent Tax	811	701	0	701
Motor Vehicle Tax	6,041	3,950	3,230	720
Recreational Vehicle Tax	158	103	80	23
16/20M Tax	306	522	252	270
Materials and Service	158,077	100,751	70,005	30,746
Total Cash Receipts	<u>196,678</u>	<u>187,178</u>	<u>155,023</u>	<u>32,155</u>
Expenditures				
Personal Services	14,656	14,056	26,250	12,194
Commodities	138,684	145,344	140,000	(5,344)
Contractual Services	4,559	2,271	5,000	2,729
Capital Outlay	101	5,994	4,000	(1,994)
Total Expenditures	<u>158,000</u>	<u>167,665</u>	<u>175,250</u>	<u>7,585</u>
Receipts Over (Under) Expenditures	38,678	19,513	<u>\$ (20,227)</u>	<u>\$ 39,740</u>
Unencumbered Cash, January 1	<u>85,148</u>	<u>123,826</u>		
Unencumbered Cash, December 31	<u>\$ 123,826</u>	<u>\$ 143,339</u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-4

Employee Benefit Fund  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 431,767	\$ 568,196	\$ 569,988	\$ (1,792)
Delinquent Tax	6,117	6,447	0	6,447
Motor Vehicle Tax	41,744	43,925	44,668	(743)
Recreational Vehicle Tax	1,048	1,231	1,171	60
16/20M Vehicle Tax	3,810	3,112	3,484	(372)
Refunds	66,718	85,057	0	85,057
Total Cash Receipts	<u>551,204</u>	<u>707,968</u>	<u>619,311</u>	<u>88,657</u>
Expenditures				
K.P.E.R.S.	76,480	87,548	90,000	2,452
Social Security Tax	112,455	119,484	128,500	9,016
Unemployment Tax	1,619	4,854	8,400	3,546
Workmen's Compensation	41,855	42,446	47,500	5,054
Health Insurance	321,819	305,869	400,000	94,131
Total Expenditures	<u>554,228</u>	<u>560,201</u>	<u>674,400</u>	<u>114,199</u>
Receipts Over (Under) Expenditures	(3,024)	147,767	<u><u>\$ (55,089)</u></u>	<u><u>\$ 202,856</u></u>
Unencumbered Cash, January 1	<u>221,312</u>	<u>218,288</u>		
Unencumbered Cash, December 31	<u><u>\$ 218,288</u></u>	<u><u>\$ 366,055</u></u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-5

Hospital Maintenance  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 113,379	\$ 113,291	\$ 113,750	\$ (459)
Delinquent Tax	1,503	1,656	0	1,656
Motor Vehicle Tax	11,339	11,887	11,843	44
Recreational Vehicle Tax	291	331	310	21
16/20M Vehicle Tax	790	917	924	(7)
Total Cash Receipts	<u>127,302</u>	<u>128,082</u>	<u>126,827</u>	<u>1,255</u>
Expenditures				
Appropriation to Hospital-Mill Levy	<u>123,747</u>	<u>127,561</u>	<u>127,561</u>	<u>0</u>
Receipts Over (Under) Expenditures	3,555	521	<u>\$ (734)</u>	<u>\$ 1,255</u>
Unencumbered Cash, January 1	<u>0</u>	<u>3,555</u>		
Unencumbered Cash, December 31	<u>\$ 3,555</u>	<u>\$ 4,076</u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-6

County Health Fund  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 92,052	\$ 92,450	\$ 92,702	\$ (252)
Delinquent Tax	1,305	1,393	0	1,393
Motor Vehicle Tax	9,824	9,760	9,587	173
Recreational Vehicle Tax	253	270	236	34
16/20M Vehicle Tax	666	800	747	53
Total Cash Receipts	<u>104,100</u>	<u>104,673</u>	<u>103,272</u>	<u>1,401</u>
Expenditures				
Appropriation to Morris County Hospital	<u>101,873</u>	<u>103,781</u>	<u>103,781</u>	<u>0</u>
Receipts Over (Under) Expenditures	2,227	892	<u>\$ (509)</u>	<u>\$ 1,401</u>
Unencumbered Cash, January 1	<u>1,645</u>	<u>3,872</u>		
Unencumbered Cash, December 31	<u>\$ 3,872</u>	<u>\$ 4,764</u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-7

County Bridge and Approaches Fund  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 64,354	\$ 54,080	\$ 53,855	\$ 225
Delinquent Tax	1,053	1,049	0	1,049
Motor Vehicle Tax	7,945	6,779	6,582	197
Recreational Vehicle Tax	198	187	162	25
16/20M Vehicle Tax	783	575	513	62
Sale of Materials	2,106	7,986	10	7,976
Total Cash Receipts	76,439	70,656	61,122	9,534
Expenditures				
Commodities	26,905	16,861	30,000	13,139
Contractual	60,390	87,158	80,000	(7,158)
Total Expenditures	87,295	104,019	110,000	5,981
Receipts Over (Under) Expenditures	(10,856)	(33,363)	(48,878)	15,515
Unencumbered Cash, January 1	81,616	70,760		
Unencumbered Cash, December 31	\$ 70,760	\$ 37,397		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-8

Mental Health  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 44,817	\$ 41,063	\$ 41,218	\$ (155)
Delinquent Tax	623	662	0	662
Motor Vehicle Tax	4,429	4,688	4,684	4
Recreational Vehicle Tax	114	130	122	8
16/20M Vehicle Tax	308	358	365	(7)
Total Cash Receipts	<u>50,291</u>	<u>46,901</u>	<u>46,389</u>	<u>512</u>
Expenditures				
Mental Health	35,375	35,375	35,375	0
Mental Retardation	12,000	12,000	12,000	0
Total Expenditures	<u>47,375</u>	<u>47,375</u>	<u>47,375</u>	<u>0</u>
Receipts Over (Under) Expenditures	<u>2,916</u>	<u>(474)</u>	<u>\$ (986)</u>	<u>\$ 512</u>
Unencumbered Cash, January 1	<u>0</u>	<u>2,916</u>		
Unencumbered Cash, December 31	<u>\$ 2,916</u>	<u>\$ 2,442</u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-9

Community College Tuition  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 0	\$ 0	\$ 0	\$ 0
Delinquent Tax	0	0	0	0
Motor Vehicle Tax	0	0	0	0
Recreational Vehicle Tax	0	0	0	0
16/20M Vehicle Tax	0	0	0	0
Total Cash Receipts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Close fund-transfer to general	<u>18,210</u>	<u>0</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	(18,210)	0	<u>\$ 0</u>	<u>\$ 0</u>
Unencumbered Cash, January 1	<u>18,210</u>	<u>0</u>		
Unencumbered Cash, December 31	<u>\$ 0</u>	<u>\$ 0</u>		

The notes to the financial statements are an integral part of this statement.



## MORRIS COUNTY, KANSAS

Statement 3-10

Ambulance Fund  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 116,829	\$ 113,616	\$ 113,854	\$ (238)
Delinquent Tax	1,688	1,689	0	1,689
Motor Vehicle Tax	11,221	11,999	12,127	(128)
Recreational Vehicle Tax	285	336	318	18
16/20M Vehicle Tax	901	873	946	(73)
Other participating counties tax	9,012	8,857	7,500	1,357
Total Cash Receipts	<u>139,936</u>	<u>137,370</u>	<u>134,745</u>	<u>2,625</u>
Expenditures				
Appropriation to Morris County Hospital - Service	61,874	63,781	63,781	0
Appropriation to Morris County Hospital - Salaries	72,000	72,000	72,000	0
Total Expenditures	<u>133,874</u>	<u>135,781</u>	<u>135,781</u>	<u>0</u>
Receipts Over (Under) Expenditures	6,062	1,589	<u>\$ (1,036)</u>	<u>\$ 2,625</u>
Unencumbered Cash, January 1	<u>760</u>	<u>6,822</u>		
Unencumbered Cash, December 31	<u>\$ 6,822</u>	<u>\$ 8,411</u>		

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

Statement 3-11

Register of Deeds Technology Fund  
Statement of Cash Receipts and Expenditures  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Actual
Cash Receipts		
Register of Deeds Technology Fund	\$ 7,966	\$ 7,868
Interest on Idle Funds	622	334
Total Cash Receipts	<u>8,588</u>	<u>8,202</u>
Expenditures		
Technology Equipment	<u>3,380</u>	<u>1,984</u>
Receipts Over (Under) Expenditures	5,208	6,218
Unencumbered Cash, January 1	<u>25,401</u>	<u>30,609</u>
Unencumbered Cash, December 31	<u>\$ 30,609</u>	<u>\$ 36,827</u>

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-12

Reappraisal  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 126,136	\$ 146,264	\$ 146,743	\$ (479)
Delinquent Tax	1,758	1,870	0	1,870
Motor Vehicle Tax	12,732	13,092	13,089	3
Recreational Vehicle Tax	324	365	323	42
16/20M Vehicle Tax	999	997	1,021	(24)
Reimbursement	207	24	20	4
State of Kansas	2,185	0	0	0
Copies, Maps, Printouts	2,802	2,739	0	2,739
Total Cash Receipts	<u>147,143</u>	<u>165,351</u>	<u>161,196</u>	<u>4,155</u>
Expenditures				
Personal Services	134,760	139,958	137,500	(2,458)
Commodities	5,251	6,583	12,000	5,417
Contractual Services	6,553	5,896	10,500	4,604
Capital Outlay	6,974	1,932	9,000	7,068
Total Expenditures	<u>153,538</u>	<u>154,369</u>	<u>169,000</u>	<u>14,631</u>
Receipts Over (Under) Expenditures	(6,395)	10,982	<u>\$ (7,804)</u>	<u>\$ 18,786</u>
Unencumbered Cash, January 1	<u>33,331</u>	<u>26,936</u>		
Unencumbered Cash, December 31	<u>\$ 26,936</u>	<u>\$ 37,918</u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-13

## 911 Fund

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Telephone Tax	\$ 31,696	\$ 14,800	\$ 22,500	\$ (7,700)
Miscellaneous	17	0	0	0
Total Cash Receipts	<u>31,713</u>	<u>14,800</u>	<u>22,500</u>	<u>(7,700)</u>
Expenditures				
Commodities	0	4,091	3,500	(591)
Contractual Services	9,371	9,336	15,000	5,664
Capital Outlay	0	0	75,000	75,000
Total Expenditures	<u>9,371</u>	<u>13,427</u>	<u>93,500</u>	<u>80,073</u>
Receipts Over (Under) Expenditures	22,342	1,373	<u>\$ (71,000)</u>	<u>\$ 72,373</u>
Unencumbered Cash, January 1	<u>73,660</u>	<u>96,002</u>		
Unencumbered Cash, December 31	<u>\$ 96,002</u>	<u>\$ 97,375</u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-14

911 Wireless Fund  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Telephone Tax	\$ 11,076	\$ 11,210	\$ 12,000	\$ (790)
State of Kansas	99,326	0	0	0
Interest on Idle Funds	676	451	0	451
Total Cash Receipts	<u>111,078</u>	<u>11,661</u>	<u>12,000</u>	<u>(339)</u>
Expenditures				
Wireless 911 Maintenance	101,625	7,432	20,000	12,568
Adjustment for budget credit	0	0	0	0
Total Expenditures	<u>101,625</u>	<u>7,432</u>	<u>20,000</u>	<u>12,568</u>
Receipts Over (Under) Expenditures	9,453	4,229	<u>\$ (8,000)</u>	<u>\$ 12,229</u>
Unencumbered Cash, January 1	<u>33,698</u>	<u>43,151</u>		
Unencumbered Cash, December 31	<u>\$ 43,151</u>	<u>\$ 47,380</u>		

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

Statement 3-15

Capital Improvement Reserve  
Statement of Cash Receipts and Expenditures  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfer from general	\$ 100,000	\$ 160,000
Expenditures		
Capital Outlay	72,460	0
Receipts Over (Under) Expenditures	27,540	160,000
Unencumbered Cash, January 1	231,324	258,864
Unencumbered Cash, December 31	\$ 258,864	\$ 418,864

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

Statement 3-16

Equipment Reserve  
Statement of Cash Receipts and Expenditures  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfer from General Fund	\$ 139,454	\$ 225,415
Expenditures		
Equipment	236,924	46,273
Receipts Over (Under) Expenditures	(97,470)	179,142
Unencumbered Cash, January 1	470,132	372,662
Unencumbered Cash, December 31	\$ 372,662	\$ 551,804

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

Statement 3-17

Sheriff Drug Forfeiture  
Statement of Cash Receipts and Expenditures  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ 0	\$ 0
Expenditures	0	0
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, January 1	5,194	5,194
Unencumbered Cash, December 31	\$ 5,194	\$ 5,194

The notes to the financial statements are an integral part of this statement.



## MORRIS COUNTY, KANSAS

Statement 3-18

Bond and Interest  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Property Tax	\$ 0	\$ 0	\$ 0	\$ 0
Delinquent Tax	2,447	1,539	0	1,539
Motor Vehicle Tax	18,507	3,820	0	3,820
Recreational Vehicle Tax	472	71	0	71
16/20M Vehicle Tax	1,396	1,466	0	1,466
Total Cash Receipts	<u>22,822</u>	<u>6,896</u>	<u>0</u>	<u>6,896</u>
Expenditures				
Interest	0	0	0	0
Principal	0	0	0	0
Transfer to general	0	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	22,822	6,896	<u>\$ 0</u>	<u>\$ 6,896</u>
Unencumbered Cash, January 1	<u>(2,397)</u>	<u>20,425</u>		
Unencumbered Cash, December 31	<u>\$ 20,425</u>	<u>\$ 27,321</u>		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-19

Hospital Revenue Bond  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Morris County Hospital	\$ 68,971	\$ 68,045	\$ 68,254	\$ (209)
Expenditures				
Interest	42,781	41,857	41,834	(23)
Principal	20,000	20,000	20,000	0
Commission	0	0	0	0
Total Expenditures	62,781	61,857	61,834	(23)
Receipts Over (Under) Expenditures	6,190	6,188	\$ 6,420	\$ (232)
Unencumbered Cash, January 1	49,401	55,591		
Unencumbered Cash, December 31	\$ 55,591	\$ 61,779		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-20

Airport Road Loan  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Ad Valorem Tax	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures				
KDOT Loan Repayment				
Principal	0	0	0	0
Interest	0	0	0	0
Close fund - transfer to general	63,324	0	0	0
Total Expenditures	63,324	0	0	0
Receipts Over (Under) Expenditures	(63,324)	0	\$ 0	\$ 0
Unencumbered Cash, January 1	63,324	0		
Unencumbered Cash, December 31	\$ 0	\$ 0		

The notes to the financial statements are an integral part of this statement.

## MORRIS COUNTY, KANSAS

Statement 3-21

Solid Waste Disposal  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
User Fees	\$ 218,446	\$ 225,068	\$ 205,000	\$ 20,068
Sale of Scrap	11,844	10,885	15,000	(4,115)
Recycling commodities	47,974	20,383	60,000	(39,617)
Total Cash Receipts	<u>278,264</u>	<u>256,336</u>	<u>280,000</u>	<u>(23,664)</u>
Expenditures				
Transfer Station				
Personal Service	33,365	36,880	43,181	6,301
Commodities	2,047	4,449	3,500	(949)
Contractual	127,979	143,039	145,000	1,961
Capital Outlay	1,300	59,633	7,500	(52,133)
Recycling Center				
Personal Service	71,322	71,327	73,762	2,435
Commodities	14,292	8,774	22,500	13,726
Contractual	6,877	4,106	17,000	12,894
Capital Outlay	51	0	2,225	2,225
Total Expenditures	<u>257,233</u>	<u>328,208</u>	<u>314,668</u>	<u>(13,540)</u>
Receipts Over (Under) Expenditures	21,031	(71,872)	<u>\$ (34,668)</u>	<u>\$ (37,204)</u>
Unencumbered Cash, January 1	<u>392,199</u>	<u>413,230</u>		
Unencumbered Cash, December 31	<u>\$ 413,230</u>	<u>\$ 341,358</u>		

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

Statement 3-22

Expendable Trust Funds  
Statement of Cash Receipts and Expenditures  
For the Year Ended December 31, 2009

	Law Library	Prose- cuting Attorney	Diversion	County Attorney Worthless Checks	Rural Water District No. 1	Treasurer's Special Auto
Cash Receipts						
Intergovernmental-						
C.D.B.G. Grand Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,388	\$ 0
Rural Water District reimbursement	0	0	0	0	843,514	0
Fees	6,888	906	17,410	30	0	57,086
Total Cash Receipts	<u>6,888</u>	<u>906</u>	<u>17,410</u>	<u>30</u>	<u>853,902</u>	<u>57,086</u>
Expenditures						
Program expenditures	8,989	578	22,773	0	854,177	12,695
Prior year fees to general fund per statute	0	0	0	0	0	49,622
Total Expenditures	<u>8,989</u>	<u>578</u>	<u>22,773</u>	<u>0</u>	<u>854,177</u>	<u>62,317</u>
Receipts Over (Under) Expenditures	(2,101)	328	(5,363)	30	(275)	(5,231)
Unencumbered Cash, January 1	<u>11,348</u>	<u>2,076</u>	<u>11,990</u>	<u>377</u>	<u>275</u>	<u>49,622</u>
Unencumbered Cash, December 31	<u>\$ 9,247</u>	<u>\$ 2,404</u>	<u>\$ 6,627</u>	<u>\$ 407</u>	<u>\$ 0</u>	<u>\$ 44,391</u>

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

Statement 4

Statement of Cash Receipts and Cash Disbursements  
Agency Funds  
For the Year Ended December 31, 2009

Fund	Cash Balance Jan. 1, 2009	Cash Receipts	Cash Disbursements	Cash Balance Dec. 31, 2009
District Court	\$ 18,088	\$ 208,585	\$ 207,860	\$ 18,813
Payroll Withholding	0	199,824	199,824	0
Sales Tax Collections	0	122,145	122,145	0
State Motor Vehicle Fees	0	411,520	411,520	0
Court Trustee Fees	5,996	0	0	5,996
Fish and Game Licenses	263	6,077	6,167	173
Drivers License	0	13,482	13,481	1
Alcohol and Drug Abuse	4,323	4,680	4,323	4,680
Fees and Permits	0	2,724	2,724	0
Stray Animal Sale	9,339	0	9,339	0
Sheriffs Fees	2	2,483	2,485	0
Tax Collections	4,953,516	8,779,843	8,716,959	5,016,400
State Building Funds	0	106,205	106,205	0
Schools	1,057	3,015,773	3,016,300	530
Cities	0	1,073,448	1,073,434	14
Townships	0	28,028	27,895	133
Cemeteries	3,246	62,705	63,944	2,007
Special districts	27,141	257,997	262,308	22,830
Total	<u>\$ 5,022,971</u>	<u>\$ 14,295,519</u>	<u>\$ 14,246,913</u>	<u>\$ 5,071,577</u>

The notes to the financial statements are an integral part of this statement.

MORRIS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies applied in the preparation of these statutory financial statements:

1. Reporting Entity

Morris County, Kansas is a municipal corporation governed by an elected three member commission. Morris County provides the following services as authorized by Kansas statutes: assessment, collection and distribution of property taxes for itself and other governmental entities within the county, public safety, highway and roads, sanitation, health and social services, culture, recreation, public improvements, planning and zoning, and general administrative services.

These financial statements present the primary government only of Morris County, Kansas. A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. In evaluating how to define the County, for financial reporting purposes, management has not considered any potential component units for inclusion in the financial statements. The basic criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations include but are not limited to the ability to exercise oversight, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the County is able to exercise oversight responsibility.

The following schedule shows the amount of property tax distributions to potential component units and joint ventures during 2009. The amounts of general obligation bond payments made for the benefit of Morris County Hospital and ambulance purchase are not included.

<u>Entity</u>	
Mental Health Center of East Central Kansas	\$35,375
Morris County Fair Board	26,500
Morris County Extension Council	102,642
Morris County Hospital – Maintenance	127,561
Services for Elderly – Senior Citizens Center	63,781
Juvenile Detention Center	9,805
Morris County Hospital – Health Department	103,781
Morris County Hospital – Ambulance	135,781

2. Fund Accounting

The accounts of the County are organized on the basis of funds. A fund is defined as an independent fiscal and accounting entity with self-balancing accounts recording cash and other financial resources, together with all related liabilities and fund equities, and changes therein. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following types of funds comprise the financial activities of the County:

Governmental Funds:

General Fund—The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

MORRIS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

2. Fund Accounting (Cont)

Governmental Funds(Cont):

Special Revenue Funds—Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Funds—Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Proprietary Funds:

Enterprise Funds—Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises—where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Funds:

Trust & Agency Funds—Trust and Agency Funds are used to account for assets held by the County in a trustee or agent capacity. Expendable Trust Funds account for financial activity in essentially the same manner as governmental funds. Agency funds are custodial in nature and do not involve measurement of results of operations.

3. Reimbursements

The County records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements.

4. Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be recorded in the fund from which the transfer is made.

The County has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.



MORRIS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

5. Departure from Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, long-term debt such as general obligation or revenue bonds, temporary notes, capital leases, compensated absences, and any other long-term debt are not presented in the financial statements.

NOTE 2 – BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget of expenditure is not required for capital project, fiduciary funds, and the following special revenue funds: Sheriff Drug Forfeiture, Register of Deeds Technology Fund, Capital Improvement Reserve, and the Equipment Reserve Funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other Kansas statutes, or by use of internal spending limits established by the governing body.

MORRIS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

NOTE 3 – DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the Government. The statute requires banks eligible to hold the County's funds have a main or branch bank in the county, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. Morris County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Government's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. Morris County has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the Government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. Morris County designated two sixty-day "peak periods" for 2009 beginning May 1<sup>st</sup> and November 20<sup>th</sup>. All deposits were legally secured at December 31, 2009.

At December 31, 2009, the County's carrying amount of deposits was \$5,288,581 and the bank balance was \$5,322,491. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$651,833 was covered by federal depository insurance and the remainder was collateralized with securities held by the pledging financial institutions' agents in Morris County's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counter party, the Government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

As of December 31, 2009, the County had invested \$3,500,122 in the State's municipal investment pool. The Pool carries a Standard & Poor's rating of AAAf/S1+ . The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the Kansas State Treasurer and four additional members appointed by the Kansas State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the US government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

NOTE 4 – PROPERTY TAXES

Based on budgets certified to the County Clerk from Municipal entities within the county and the County's own budget, the county clerk spreads the annual assessment onto the tax rolls and levies property tax on November 1 of each year. The property tax is payable in two installments. The first installment is due December 20 of the same year. The second installment is due May 10 of the subsequent year. The county collects and distributes the property taxes. In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the following year's operations.

MORRIS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

NOTE 5 – LONG-TERM DEBT

Revenue Bond

Morris County issued \$1,000,000 of revenue bonds dated October 22, 2002 by County Resolution. The bond proceeds were used to pay a portion of the cost of improving the Morris County Hospital pursuant to K.S.A. 19-4616 and 19-4617. The bonds were sold on a negotiated basis to the United States Department of Agriculture, Rural Development. The principal and interest on the bonds shall be payable solely from revenues from the operations of the Morris County Hospital. The Morris County Hospital will remit sufficient funds to Morris County for payment of the bond principal and interest payments and required bond reserves. The Morris County Hospital has remitted \$535 per month to the County for bond reserve requirements and will continue to do so until a sum of \$64,200 is attained. As of December 31, 2009 the Hospital Revenue Bond fund unencumbered cash balance was \$61,779. Of this amount \$46,545 has been paid by the Hospital toward its bond reserve requirement. The bonds carry an interest rate of 4.625% and will mature on October 22, 2032.

Caterpillar 930G Lease

On March 3, 2009, the County leased a Caterpillar 930 G Wheel Loader. Nine semi-annual payments are scheduled beginning March 3, 2009 from the Road and Bridge Fund.

Compensated Absences

Compensated absences consist of amounts owing by the County to its employees for accumulated sick and vacation leave which is payable even on termination of employment.

MORRIS COUNTY, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2009

NOTE 5 - LONG TERM DEBT (CONT)

Changes in long term liabilities for the County for the year ended December 31, 2009 are as follows:

	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Payable January 1</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance Payable December 31</u>	<u>Interest Paid</u>
Revenue Bonds:										
Hospital Revenue Bond	4.625%	10/22/2002	\$ 1,000,000	10/22/2032	\$ 905,000	\$ 0	\$ 20,000	\$ 0	\$ 885,000	\$ 41,857
Capital Leases:										
Caterpillar 930G Lease	3.15%	3/3/2009	83,015	3/13/2013	0	83,015	18,832	0	64,183	1,142
Total Contractual Indebtedness					905,000	83,015	38,832	0	949,183	42,999
Compensated absences					39,211	0	0	1,802	41,013	0
Total long term debt					<u>\$ 944,211</u>	<u>\$ 83,015</u>	<u>\$ 38,832</u>	<u>\$ 1,802</u>	<u>\$ 990,196</u>	<u>\$ 42,999</u>

MORRIS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

NOTE 5 - LONG TERM DEBT (CONT)

Maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015-2019</u>	<u>2020-2024</u>	<u>2025-2029</u>	<u>2030-2032</u>	<u>Total</u>
Principal										
Hospital Revenue Bonds	20,000	25,000	25,000	25,000	25,000	155,000	190,000	245,000	175,000	885,000
Caterpillar 930G lease	<u>18,094</u>	<u>18,669</u>	<u>19,261</u>	<u>8,159</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>64,183</u>
Total Principal	38,094	43,669	44,261	33,159	25,000	155,000	190,000	245,000	175,000	949,183
Interest										
Hospital Revenue Bonds	40,931	40,006	38,850	37,694	36,537	163,031	124,181	75,620	16,419	573,269
Caterpillar 930G lease	<u>1,879</u>	<u>1,305</u>	<u>712</u>	<u>127</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,023</u>
Total Interest	<u>42,810</u>	<u>41,311</u>	<u>39,562</u>	<u>37,821</u>	<u>36,537</u>	<u>163,031</u>	<u>124,181</u>	<u>75,620</u>	<u>16,419</u>	<u>577,292</u>
Total Principal and Interest	<u>\$ 80,904</u>	<u>\$ 84,980</u>	<u>\$ 83,823</u>	<u>\$ 70,980</u>	<u>\$ 61,537</u>	<u>\$ 318,031</u>	<u>\$ 314,181</u>	<u>\$ 320,620</u>	<u>\$ 191,419</u>	<u>\$ 1,526,475</u>

# MORRIS COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

### NOTE 6 – TRANSFERS

During 2009, the County transferred monies between funds as allowed by applicable Kansas statutes. The following schedule details transfers made in 2009.

Transferred from:	Transferred to:	Statute	Amount
General	Equipment Reserve	19-119	\$ 225,415
General	Capital Improvement	19-120	160,000
General	Road & Bridge	12-196	100,000

### NOTE 7 - DEFINED BENEFIT PENSION PLAN

Plan Description – Morris County, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy - K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. Member-employee's contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established for calendar year 2009 was 6.54%, with a moratorium of 1% for March through November. The County's contributions to KPERS for the years ending December 31, 2009, 2008, and 2007, were \$86,766, \$76,480, and \$64,845 respectively, equal to the required contributions for each year.

### NOTE 8 - FRINGE BENEFITS AND COMPENSATED ABSENCES

The County's policies regarding vacation and sick pay permit full time employees to accumulate a maximum of ten days vacation time per year. Full-time employees receive one hour of vacation and sick leave time for each forty hours of time paid for the first two years of continuous employment. At the end of the second year, full-time employees receive two hours of vacation and sick leave time for each forty hours of paid time. Ten days of unused vacation may be carried over to the next year and a maximum of 120 days sick leave may be accumulated. Upon retirement only, an employee will be compensated for 10% of annual sick leave accumulated and for any unused accrued vacation time. All full-time employees are entitled to two days funeral leave per calendar year with pay. Morris County also has provisions for other types of leave as follows: maternity, paternity, military, leave of absence, juror or other service.

The County also provides a single coverage health insurance benefit of each full-time employee. During 1992, the County adopted an Internal Revenue Code Section 125 plan. Under the consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

The Board of County Commissioners establishes the County policies concerning fringe benefits and compensated absences each year. Benefits are paid from the fund corresponding with the employee's duties. The County does not have any other post employment or termination benefits.

MORRIS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

NOTE 9 – HEALTH DEPARTMENT AND AMBULANCE SERVICE

The County transferred the operation and management of the County Health Department to the Morris County Hospital in August 1993. The County will continue to levy a property tax for support of the Health Department, which will be distributed to the Hospital.

In addition, the County transferred the operation and management of the County Ambulance Department to the Morris County Hospital on September 1, 1994. The County will continue to levy a property tax for support of the Ambulance department, which will be distributed to the Hospital.

NOTE 10 – MUNICIPAL GROUP FUNDED INSURANCE POOLS

Morris County joined the Kansas County Association Multi-Line Pool (KCAMP) and the Kansas Workers Risk Cooperative for Counties (KWORC) municipal group funded pools in September 2002 under the authority of the Kansas Municipal Group-Funded Pool Act K.S.A. 75-2616, et seq. as amended, the Interlocal Cooperation Act, K.S.A. 12-2901 et seq. as amended, and the Kansas Tort Claims Act, K.S.A. 75-6101, et seq., as amended.

Morris County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has been unable to obtain workmen's compensation, property, liability, errors, omissions, crime, and surety insurance at a cost it considered to be economically justifiable. For this reason, the County joined together with other Counties in the State to participate in the KCAMP and KWORC risk pools currently operating as a common risk management and insurance program for the KWORC and KCAMP participating members.

Morris County pays an annual premium to KCAMP and KWORC for its workmen's compensation, property, liability, errors, omissions, crime, and surety insurance. The agreement to participate provides that KCAMP and KWORC will be self-sustaining through member premiums and will reinsure through commercial companies for excess claim levels per insured event. KWORC carries specific excess insurance, which pays all amounts exceeding \$350,000. In addition, KWORC carries aggregate excess insurance, which provides coverage should the pool experience losses in excess of the 125% of the audited premium during any policy year. KCAMP carries specific excess insurance to protect the pool from a single catastrophic loss.

Morris County may be required to make contributions in addition to the annual member contribution from time to time to keep the pools financially sound, if total claims for the pools are different than what has been anticipated by the pool's management. Morris County would only be responsible for additional contributions to the pool to cover claims, which were incurred in years in which the County was a member of the pool and expenses related thereto.

KWORC has not assessed any amounts in addition to the annual contribution from member counties since its inception in 1992. KCAMP has not assessed any amounts in addition to the annual contribution from member counties since its inception in 1991.

NOTE 11 - COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and legal representatives of the municipality.

Inventory K.S.A. 19-2687

The Board of County Commissioners did not view personal property inventories for all departments. K.S.A 19-2687

The Solid Waste Fund expenditures exceeded the adopted budget. K.S.A. 79-2935

Management is not aware of any other items of noncompliance with Kansas statutes

MORRIS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

NOTE 12 – MORRIS COUNTY FAIR ASSOCIATION

During 2000, Morris County provided \$15,000 to the Morris County Fair Association to construct a new 4-H livestock building at the Morris County Fairgrounds, which is owned by Morris County. The Fair Association will lease the new 4-H livestock building from the County at \$3,000 per year for a period of five years and \$1 per year thereafter until 2099.

During 2006, Morris County provided \$22,350 to the Fair Association for expansion of the community building at the Fairgrounds. The Fair Association will reimburse the County over a five year period.

NOTE 13 – CONTINGENCIES

Morris County has the following pending actions:

Davenport Pastures LP vs. Board of Commissioners of Morris County. Davenport Pastures alleges damages in excess of \$300,000 as a result of a road vacation. The Court of Appeals approved a finding of damages in the amount of \$4,050 due from Morris County to the plaintiff. This case has been pending since 1999 and the final outcome of this case cannot be determined at this time. Therefore, no provision has been made in the financial statements for this claim.

Peterson and Bacon vs. Morris County et. al. This case was filed in 2008 claiming that a road across the Kahola Lake Dam should be a public road. The case was found in favor of the defendants by summary judgment in Morris County District Court. The plaintiff's have appealed the case. If the road is found to be a public road then Morris County would bear the cost of maintaining the road. No provision has been made in these financial statements for this claim.

Complaint of Douglas A Wine. This is a reappraisal case wherein the Court of Tax Appeals issued an order of reappraisal of the Council Grove City Lake properties on June 11, 2010. The Board of Commissioners has authorized a Petition for Reconsideration for the Court of Tax Appeals. If the order stands, Morris County will bear the cost of reappraising 300 plus lots at the city lake. No provision has been made in these financial statements for this claim.

NOTE 14 – DONATED SERVICES – MORRIS COUNTY DISTRICT COURT

Morris County is a member of the 8<sup>th</sup> Judicial District which includes the counties of Dickinson, Geary and Marion. Court personnel are hired and compensated by the State of Kansas Judicial Branch. Morris County does not recognize the value of these services or record the expenditure for court personnel compensation in its financial statements. Various other costs of the court are shared by the participating counties. Morris County recognizes its six percent share of these costs in its financial statements. Morris County also recognizes the Morris County courthouse facility costs for the court in its financial statements.

NOTE 15 – COMMUNITY DEVELOPMENT BLOCK GRANT

Morris County on behalf of Rural Water District No. 1 signed an application in 2006 for funds under the 2007 Community Development Block Grant (CDBG) Program. Rural Water District No. 1 is in charge of and accountable for the project. The total water project cost is estimated at \$1,272,625. The project would be paid from \$268,000 of Community Development Block Grant Funds and the remaining cost of \$1,004,625 will be reimbursed to the county from the Rural Water District. The CDBG grant was awarded in 2007 and preliminary project procedures began in 2007. During 2009, Morris County received and paid out as requested by Rural Water District No. 1 \$10,388 of CDBG grant funds. The County also received \$843,514 reimbursement from the Rural Water District in 2009 to pay project costs. The project was completed in 2009.



MORRIS COUNTY, KANSAS

Schedule A – Detailed General Fund Cash Receipts – Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Property Tax	\$ 1,183,102	\$ 1,058,223	\$ 1,059,869	\$ (1,646)
Delinquent Tax	16,496	17,971	0	17,971
Motor Vehicle Tax	137,100	127,755	122,824	4,931
Recreational Vehicle Tax	3,530	3,512	3,026	486
Mineral Production Tax	4,759	1,104	0	1,104
16/20M Vehicle Tax	9,179	11,201	9,578	1,623
Guest Tax	15,751	14,939	11,000	3,939
Penalty and Interest	27,091	15,969	15,000	969
Franchise fees	814	55	400	(345)
Total Taxes	<u>1,397,822</u>	<u>1,250,729</u>	<u>1,221,697</u>	<u>29,032</u>
Intergovernmental Receipts				
Sales Tax	356,957	356,806	310,000	46,806
Emergency Preparedness	0	0	0	0
Flood Control	158	985	0	985
Federal Share - Lake Patrol	15,595	15,776	14,000	1,776
Total Intergovernmental Receipts	<u>372,710</u>	<u>373,567</u>	<u>324,000</u>	<u>49,567</u>
Licenses and Fees				
Mortgage Registration Fees	58,343	45,121	45,000	121
Officers Fees	37,556	34,058	35,000	(942)
Miscellaneous Fees	3,096	550	192	358
Total Licenses and Fees	<u>98,995</u>	<u>79,729</u>	<u>80,192</u>	<u>(463)</u>
Use of Money and Property				
Interest on Investments	123,907	23,090	105,000	(81,910)
Prisoner Care	3,190	1,425	4,000	(2,575)
Leased Lands	4,750	5,340	4,825	515
Photocopy and Fax	1,435	2,202	0	2,202
Total Use of Money and Property	<u>133,282</u>	<u>32,057</u>	<u>113,825</u>	<u>(81,768)</u>
Reimbursed Expenditures	<u>113,901</u>	<u>37,138</u>	<u>11,000</u>	<u>26,138</u>
Transfer from Community College & Airport	81,534	0	0	0
Treasurer Special Auto Fees	48,587	49,622	20,000	29,622
Total Cash Receipts	<u>\$ 2,246,831</u>	<u>\$ 1,822,842</u>	<u>\$ 1,770,714</u>	<u>\$ 52,128</u>

The notes to the financial statements are an integral part of this schedule.

MORRIS COUNTY, KANSAS

Schedule B – Detailed General Fund Expenditures – Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures				
County Commission				
Personal Services	\$ 44,001	\$ 43,265	\$ 45,500	\$ 2,235
Commodities	79	58	200	142
Contractual Services	4,284	6,311	6,500	189
Capital Outlay	0	0	0	0
Total County Commission	48,364	49,634	52,200	2,566
County Clerk				
Personal Services	71,607	78,872	83,500	4,628
Commodities	14	10	2,500	2,490
Contractual Services	2,046	1,844	2,250	406
Capital Outlay	0	0	1,250	1,250
Total County Clerk	73,667	80,726	89,500	8,774
County Treasurer				
Personal Services	75,723	78,614	76,450	(2,164)
Personal Services-State Auto	9,133	9,207	0	(9,207)
Commodities	2,421	1,634	2,650	1,016
Contractual Services	6,378	6,512	6,900	388
Capital Outlay	0	0	3,250	3,250
Total County Treasurer	93,655	95,967	89,250	(6,717)
County Attorney				
Personal Services	81,520	83,356	87,175	3,819
Commodities	2,936	3,684	4,000	316
Contractual Services	7,375	11,173	8,500	(2,673)
Capital Outlay	1,645	2,839	2,000	(839)
Total County Attorney	93,476	101,052	101,675	623
Register of Deeds				
Personal Services	49,311	52,772	59,000	6,228
Commodities	1,875	1,294	1,800	506
Contractual Services	3,402	7,522	7,000	(522)
Capital Outlay	0	0	500	500
Total Register of Deeds	54,588	61,588	68,300	6,712
Courthouse - General Expense				
Personal Services	40,823	42,706	42,750	44
Commodities	17,782	16,979	15,000	(1,979)
Contractual Services	283,094	273,631	325,000	51,369
Capital Outlay	4,075	1,468	10,000	8,532
Total Courthouse - General	345,774	334,784	392,750	57,966
District Court				
Commodities	14,507	6,508	6,425	(83)
Contractual Services	14,454	26,908	35,000	8,092
Capital Outlay	6,131	0	0	0
Total District Court	35,092	33,416	41,425	8,009
Balance Forward	\$ 744,616	\$ 757,167	\$ 835,100	\$ 77,933

The notes to the financial statements are an integral part of this schedule.

MORRIS COUNTY, KANSAS

Schedule B – Detailed General Fund Expenditures – Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures - Balance Forward	\$ 744,616	\$ 757,167	\$ 835,100	\$ 77,933
Election				
Personal Services	6,233	12,649	12,000	(649)
Commodities	2,927	4,030	3,500	(530)
Contractual Services	26,014	6,743	20,000	13,257
Capital Outlay	2,021	8,000	10,000	2,000
Total Election	37,195	31,422	45,500	14,078
Dispatching Department				
Personal Services	123,696	125,816	141,251	15,435
Commodities	332	332	500	168
Contractual Services	1,595	75	2,500	2,425
Capital Outlay	120	0	1,800	1,800
Total Dispatching Department	125,743	126,223	146,051	19,828
Sheriff				
Personal Services	231,692	239,244	222,600	(16,644)
Commodities	56,959	38,305	51,660	13,355
Contractual Services	47,952	33,842	37,842	4,000
Capital Outlay	2,820	2,380	4,000	1,620
Total Sheriff	339,423	313,771	316,102	2,331
Jail				
Personal Services	34,171	35,910	46,331	10,421
Commodities	28,859	29,288	21,000	(8,288)
Contractual Services	118,372	96,992	77,777	(19,215)
Capital Outlay	0	0	3,500	3,500
Total Jail	181,402	162,190	148,608	(13,582)
Emergency Preparedness				
Personal Services	10,230	8,280	10,750	2,470
Commodities	1,107	1,043	1,500	457
Contractual Services	29,990	6,539	1,500	(5,039)
Capital Outlay	0	0	0	0
Total Emergency Preparedness	41,327	15,862	13,750	(2,112)
Juvenile Detention				
Personal Services	0	0	0	0
Commodities	0	0	0	0
Contractual Services	26,973	30,134	35,000	4,866
Capital Outlay	0	0	0	0
Total Juvenile Detention	26,973	30,134	35,000	4,866
Balance Forward	\$ 1,496,679	\$ 1,436,769	\$ 1,540,111	\$ 103,342

The notes to the financial statements are an integral part of this schedule.

MORRIS COUNTY, KANSAS

Schedule B – Detailed General Fund Expenditures – Actual and Budget  
For the Year Ended December 31, 2009  
With Comparative Actual Totals for the Prior Year Ended December 31, 2008

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures - Balance Forward	\$ 1,496,679	\$ 1,436,769	\$ 1,540,111	\$ 103,342
Appropriations				
Fair Premium	4,000	4,000	4,000	0
Fair Buildings	22,500	22,500	22,500	0
Conservation	18,500	19,000	19,000	0
Extension Council	102,642	102,642	102,642	0
Services for the Elderly	61,874	63,781	63,781	0
Industrial Development	18,510	18,510	18,510	0
Tourism	14,500	14,500	14,500	0
Senior Care	0	0	3,149	3,149
Public Transportation	10,000	10,000	10,000	0
Historical Society	5,813	5,813	5,813	0
Rural Lakes Region	0	0	2,000	2,000
SOS Services Offering Safety	0	0	1,500	1,500
Kansas Legal Services	0	0	4,500	4,500
Total Appropriations	258,339	260,746	271,895	11,149
Transfers				
Transfer Sales Tax to Road and Bridge	100,000	100,000	100,000	0
Transfer to Capital Improvement	100,000	160,000	160,000	0
Transfer to Equipment Reserve	139,454	225,415	210,000	(15,415)
Total Transfers	339,454	485,415	470,000	(15,415)
Total Expenditures	\$ 2,094,472	\$ 2,182,930	\$ 2,282,006	\$ 99,076

The notes to the financial statements are an integral part of this schedule.

MORRIS COUNTY, KANSAS

Schedule C - Reconciled 2008 Tax Roll  
For the Year Ended December 31, 2009

Tax Roll Abstract:

Ad Valorem	\$ 7,817,673
Specials	202,420
16/20M	46,666

Subsequent Adjustments:

Added Tax	8,615
Abated	(67,689)
Tax sale-uncollected tax	<u>0</u>
Total to be Accounted for	<u>\$ 8,007,685</u>

Tax Roll Collections:

2009 Collections	\$ 3,153,302
2008 Collections	4,686,775

Uncollected Tax:

Real Estate Redemptions	139,217
Utility Redemptions	0
Personal Property Tax Warrants	<u>28,391</u>
Total Accounted for	<u>\$ 8,007,685</u>

The notes to the financial statements are an integral part of this schedule.